



COMMONWEALTH OF PENNSYLVANIA  
DEPARTMENT OF REVENUE  
HARRISBURG, PENNSYLVANIA  
17128-1100

THE SECRETARY

October 14, 2016

Honorable Randy Albright  
Secretary of the Budget  
Governor's Budget Office  
238 Main Capitol Building  
Harrisburg, PA 17120

Dear Secretary Albright:

I hereby certify, pursuant to Act 84 of 2016, that the amount of state taxes attributable to the Bethlehem City Revitalization and Improvement Zone (CRIZ) in 2015 to be transferred from the General Fund to the Bethlehem CRIZ Fund totals \$43,654.00 as of June 15, 2016.

This amount reflects state taxes remitted between Jan. 1 and Dec. 31, 2015 by 2 businesses, as defined under Act 84 as "new businesses" within the program and \$0.00 in incremental tax growth by 36 businesses with an established baseline.

The 2015 official state tax baseline for the Bethlehem CRIZ is \$113,097.26. This includes a reduction to the baseline of (\$8,078.28) from adjustments to the baseline in the previous year.

Respectfully,

A handwritten signature in cursive script, appearing to read "Eileen McNulty".

Eileen McNulty  
Secretary of Revenue

cc: C. Daniel Hassell, Deputy Secretary for Tax Policy  
Matt Forti, Economic Development Coordinator

# CITY REVITALIZATION AND IMPROVEMENT ZONE (CRIZ) BETHLEHEM PROGRAM RECORD

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## STATE RECORD

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**PROGRAM YEAR** 2015

**TAX PERIOD:** January 1 to December 31, 2015

### Total State Taxes Attributable to the Bethlehem CRIZ

\$	154,222.65	Total business trust fund taxes attributable to the CRIZ, including employer withholding, sales, use and hotel occupancy tax from businesses and contractors.
\$	0.00	Total corporation taxes and miscellaneous taxes attributable to the CRIZ.
\$	(0.00)	Total refunds granted to taxpayers reducing state taxes attributable to the CRIZ.
\$	<b>154,222.65</b>	Total 2015 General Fund tax revenue attributable to the Bethlehem CRIZ.

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### State Taxes Certified as Attributable to the Bethlehem CRIZ from businesses as defined under Act 84 as "new businesses" within the program.

\$	<b>43,654.00</b>	Total 2015 General Fund tax revenue classified as growth attributable to new tax revenue within the Bethlehem CRIZ
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### Calculation of Baseline Increment

\$	<b>0.00</b>	Increment calculated on a per business basis between the official baseline established per business entity and 2015 General Fund tax revenue attributable to each business entity within the Bethlehem CRIZ.
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### Fund Transfer

\$	<b>43,654.00</b>	Total tax dollars certified for transfer to the Bethlehem CRIZ Authority
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### Baseline Recalculation

\$	121,175.54	2014 baseline for the CRIZ program.
\$	(8,078.28)	2015 baseline adjustments (increases or decreases to the baseline as required by changes in the baseline population).
\$	<b>113,097.26</b>	Official 2015 state tax baseline for the Bethlehem CRIZ.
\$	<b>56,548.63</b>	Maximum state borrowing permitted for debt service on bonds issued by the Authority.

## **Filing Compliance**

- 38 Total CRIZ tax reports received by the June 15 filing deadline from businesses identified as within the CRIZ by the Bethlehem CRIZ Authority
- 38 Total businesses identified by the authority on May 30, 2016, to the Department of Revenue as qualified businesses required to file CRIZ reports.

Some businesses appropriately filed multiple CRIZ state tax reports reflecting taxes attributable to different parcels within the Bethlehem CRIZ

The state tax baseline will be reviewed and adjusted on an annual basis. Any qualified business within the zone that did not file a CRIZ report by the June 15 filing deadline will have opportunity to file CRIZ reports in future years, and each first-year's report will be added to the tax baseline. In addition, all businesses classified as Pennsylvania relocations will be added to the baseline upon filing a first-year report.